

**GOVERNMENT OF INDIA
CIVIL AVIATION
LOK SABHA**

UNSTARRED QUESTION NO:3037
ANSWERED ON:04.08.2016
MOR Facilities
Subbareddy Shri Yerram Venkata

Will the Minister of CIVIL AVIATION be pleased to state:

- (a) whether many airline operators are taking their aircraft to other countries in view of non-availability of Maintenance, Overhaul and Repair (MOR) facilities in the country;
- (b) if so, the details thereof and the reasons therefor;
- (c) whether the country is losing crores of rupees due to this, if so, the details thereof;
- (d) whether due to high taxation, operators are also forced to go to other countries for MOR; and
- (e) if so, the details thereof and the steps the Ministry is taking apart from the recent announcements made in the Budget for 2016-17, to address the issue?

Answer

Minister of State in the Ministry of CIVIL AVIATION

(Shri Jayant Sinha)

(a) to (e): Operators use the Maintenance, Repair and Overhaul in India & abroad as per the need and availability of facilities.

The Ministry of Civil Aviation has issued National Civil Aviation Policy (NCAP), 2016, which envisages the following steps for ease of doing business and to provide incentives to MRO sector:

- i) Foreign MRO/ Original Equipment Manufacturer (OEM) experts will be provided visas promptly, and in cases of an Aircraft on Ground (AOG) situation, Temporary Landing Permits shall be issued subject to conditions.
- ii) Foreign pilots operating an aircraft to and from India for the purpose of bringing aircraft for servicing in India will be issued temporary landing permits subject to conditions.
- iii) Policy for issuing Airport entry passes for MRO employees has been revised to facilitate MRO work.
- iv) Ministry of Civil Aviation to persuade State Governments to make Value Added Tax (VAT) zero rated on MRO activities.
- v) Provision for adequate land for MRO service providers in all future airport/heliport projects where potential for such MRO services exists.
- vi) Airport royalty and additional charges will not be levied on MRO service providers for a period of five years from the date of approval of the policy.